

C.A. LEITH (OPTICIANS) LIMITED

COMPANY NUMBER 01364961

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The following pages for not form part of the statutory accounts

Trading and Profit and Loss 'Account 11



**C.A. LEITH (OPTICIANS) LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30TH SEPTEMBER 1997**

The directors present their report and the financial statements for the year ended 30th September 1997.

Principal Activities

The company's principal activity continues to be that of dispensing optician.

Directors

The director who served during the year and his beneficial interests in the company's issued ordinary share capital were:

	Number of Shares
C.A. Leith	50

Directors' Responsibilities

Company Law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

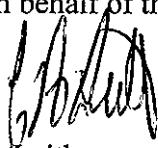
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and the detection of fraud and other irregularities.

Auditors

The auditors, Harrison & Co., are deemed to be reappointed in accordance with Section 386 of the Companies Act 1985 by virtue of an elective resolution passed by the members on 15th March 1993.

This report was approved by the board on 24 February 1998, taking advantage of special exemptions available to small companies.

Signed on behalf of the board of directors.

A handwritten signature in black ink, appearing to be 'C. A. Leith', written over the printed name.

Mr. C. A. Leith

C. A. LEITH (OPTICIANS) LIMITED
AUDITOR'S REPORT
TO THE MEMBERS OF C. A. LEITH (OPTICIANS) LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with the Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the companies circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information of the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th September 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



Harrison & Co.
Registered Auditors
and Chartered Accountants
Bridge Farm
Addington
Bucks
MK18 2JX

24th February 1998

C.A. LEITH (OPTICIANS) LIMITED
PROFIT AND LOSS ACCOUNT
FOR YEAR ENDED 30TH SEPTEMBER 1997

	Notes	1997 £	1996 £
Turnover	2	467127	497137
Cost of Sales		115527	113689
		-----	-----
Gross Profit		351600	383448
Administrative expenses		517082	398085
		-----	-----
Operating (Loss)	3	(165482)	(14637)
Other income	14	302270	120632
		-----	-----
		136788	105995
Interest charged		13311	17076
		-----	-----
Profit on ordinary activities before taxation		123477	88919
Taxation	4	29284	23456
		-----	-----
Profit for the financial year		94193	65463
Retained Profit brought forward		92497	27034
		-----	-----
Retained Profit carried forward		£186690	£92497
		=====	=====

There are no recognised gains or losses other than the Profit for the year shown

None of the company's activities were acquired or discontinued during the above 2 financial years.

The attached notes 1 to 11 form part of these accounts

C.A. LEITH (OPTICIANS) LIMITED
BALANCE SHEET
AS AT 30TH SEPTEMBER 1997

	Notes	1997 £	1996 £
Fixed Assets			
Intangible assets	5	25000	25000
Tangible assets	6	129193	114511
		-----	-----
		154193	139511
Current assets			
Stocks and work in progress	7	52119	65685
Debtors	8	20811	18873
Cash at bank and in hand		178778	24083
		-----	-----
		251708	108641
Creditors: amounts falling due within one year	9	(175840)	(102518)
		-----	-----
Net current Assets		75868	6123
		-----	-----
Total assets less current liabilities		230061	145634
		-----	-----
Creditors: amounts falling due after more than one year	10	(43271)	(53037)
		-----	-----
		£186790	£92597
		=====	=====
Capital and reserves			
Called up share capital	11	100	100
Profit and loss account	13	186690	92497
		-----	-----
		£186790	£92597
		=====	=====

Approved by the board of directors on 24th February 1998 and signed on its behalf.
The directors have relied on special exemptions available to small companies on the grounds that the company qualifies as a small company by virtue of Section 247 of the Companies Act 1985.

C.A.Leith
Director



The notes on pages 1 to 11 form part of these accounts

C.A.LEITH (OPTICIANS) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1997

1. Accounting Policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with standard accounting practice.

Turnover

Turnover is invoiced sales less returns exclusive of Value Added Tax.

Depreciation

Depreciation is provided on tangible fixed assets, at rates calculated to write off the cost of valuation of each asset over its expected useful life, as follows:

Leasehold land and buildings	Nil
Fixtures, fittings and machinery	25% straight line method
Motor Vehicles	25% straight line method

Stocks and Work in Progress

Stock and work in progress as valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Leased Assets

Tangible fixed assets acquired under finance leases or higher purchase contracts are capitalised at their fair value at the date of acquisition. The capital element of future lease payments is included in creditors falling due within or after one year as appropriate.

C.A. LEITH (OPTICIANS) LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1997

2. Turnover

The turnover and Profit are attributable to the principal activity of the company carried out wholly within the United Kingdom.

3. Operating profit

	1997	1996
	£	£
This is stating after charging or crediting:		
Interest Received	1191	632
Directors Remuneration	140377	43004
Auditors Remuneration	3000	2750
Depreciation	25077	14118
Loss on disposal of tangible fixed assets	(6524)	-
	=====	=====

4. Taxation

Corporation tax at 21/24% (1996 - 24%/25%)	29284	23456
	=====	=====

5. Intangible Assets

This relates to Goodwill and in the opinion of the director has useful and economic life.

C.A. LEITH (OPTICIANS) LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1997

6. Tangible fixed assets

	Land and Buildings	Fixtures & fittings plant	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1.10.96	90068	133338	45615	269021
Additions	-	17591	33146	50737
Disposals	-	-	(24009)	(24009)
At 30.9.97	90068	150929	54752	295749
Depreciation				
At 1.10.96	-	133338	21172	154510
Provided during the year	-	11389	13688	25077
Disposals	-	-	(13031)	(13031)
At 30.9.97	-	144727	21829	166556
Net book value:				
At 30.9.97	90068	6202	32923	129193
At 30.9.96	90068	-	24443	114511

The net book value of tangible fixed assets include £14472 (1996 £3986) in respect of assets held under finance leases and hire purchase contracts.

The net book value of land and buildings comprises:

	1997	1996
	£	£
Freehold property	90068	90068

C.A. LEITH (OPTICIANS) LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1997

	1997	1996
7. Stocks		
Finished goods	52119	65685
	-----	-----
	52119	65685
	=====	=====
8. Debtors		
Prepayments	20811	18873
	-----	-----
	20811	18873
	=====	=====
9. Creditors: amounts falling due within one year		
Bank overdraft (see below)	25459	49440
Current installment on bank loan (see below)	16156	16156
Hire Purchase and finance lease liabilities	14470	3986
Corporation Tax	29284	23456
Other taxes and social security	16091	6239
Accruals and deferred income	4446	3129
Directors' Loan Account	69934	112
	-----	-----
	175840	102518
	=====	=====

The overdraft is secured by a charge over the companies leasehold properties and a debenture over the remaining assets. The bank loan is secured by a charge over the companies freehold property.

C.A. LEITH (OPTICIANS) LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1997

10. Creditors: amounts falling due after more than one year

	1997	1996
	£	£
Bank loan (see note 9)	43271	53037
	-----	-----
	43271	53037
	-----	-----
Repayable within five years	43271	53037
	-----	-----

11. Share Capital

Authorised:

100 Ordinary shares of £1 each	100	100
	=====	=====

Issued and fully paid

100 Ordinary shares of £1 each	100	100
	=====	=====

12. Pensions

The company operates a defined contribution scheme in respect of the director
C.A. Leith

13. Shareholders Funds

	1997	1996
Opening Balance	92597	27134
Profit for the Year	94193	65463
	-----	-----
Closing Balance	186790	92597
	=====	=====

14. Other Income

	1997	1996
Exceptional VAT Refunds	296329	120000
Rent Received	4750	-
Interest received	1191	632
	-----	-----
	302270	120632
	=====	=====